

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6163

BILL NUMBER: SB 72

NOTE PREPARED: Jan 21, 2010

BILL AMENDED: Jan 14, 2010

SUBJECT: PERF and TRF Benefit Determination Review.

FIRST AUTHOR: Sen. Tallian

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) This bill provides that a member of the Public Employees' Retirement Fund (PERF) or the Indiana State Teachers' Retirement Fund (TRF) may petition the board of trustees of the member's fund (board) to correct an error in a determination of the member's: (1) creditable service; or (2) benefit; at any time. It provides that if the board does not find an error in the determination and the member petitioned the board within six years after the determination, the member may appeal the board's decision under the administrative orders and procedures law.

The bill also updates language concerning the TRF Board's distribution of TRF's investment earnings.

Effective Date: Upon passage; July 1, 2010.

Explanation of State Expenditures: (Revised) *Correcting Errors:* The specific impact will depend on the number and the dollar amount of any corrections made by the respective funds. It provides that an error may be corrected at any time. The funds affected are the benefit funds of PERF and TRF.

(Revised) *Distribution of TRF's Investment Earnings:* The proposed change conforms to TRF's current practice.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: PERF; TRF.

Local Agencies Affected: Those units with members in PERF and TRF

Information Sources:

Fiscal Analyst: James Sperlik, 317-232-9866.